



राजपत्र, हिमाचल प्रदेश (असाधारण)

हिमाचल प्रदेश राज्य शासन द्वारा प्रकाशित

शिमला, सोमवार, 18 अगस्त, 2003/27 श्रावण, 1925

हिमाचल प्रदेश सरकार

FINANCE DEPARTMENT

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2006.

Notification No.Fin-2-C(12)8/2003.—Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2006 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.
- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.

- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10-2006
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.
- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs) Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3. Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.
- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2006.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3 | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2006.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2006 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT****NOTIFICATION**

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2007.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2007 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2007.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2007.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2007.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2007 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2007.

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2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
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The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10.2007
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

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- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
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ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2007.

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| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

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Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2007.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2007 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2008.

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2. Terms and conditions applicable to Power Bonds

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- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
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Sd/-
Principal Secretary Finance
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ANNEX I

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List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2008.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3 | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2008.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2008 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2008.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2008 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10-2008.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2008.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3 | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2008.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2008 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT****NOTIFICATION**

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2009.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2009 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2009.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs) Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2009.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3 | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2009.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2009 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2009.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2009 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10-2009
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. i, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2009.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2009.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2009 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2010.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2010 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

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- (i) The Power Bonds will be repaid at par on 1-04.2010
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

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- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2010.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2010.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2010 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2010.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2010 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

➤ The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

➤ The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

(ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.

(iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.

(iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.

(v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.

(vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

(i) The Power Bonds will be repaid at par on 1-10-2010.

(ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

(i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.

(ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

(i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax-Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2010.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2010.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2010 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2011.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2011 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2011.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs) Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3. Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2011.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2011.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs._____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2011 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account_____ maintained with _____(Name of the Branch), _____(Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2011.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2011 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10.2011.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2011.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2011.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2011 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2012.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2012 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2012.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2012.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2012.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2012 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2012.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2012 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10.2012.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs) Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2012.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2012.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2012 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2013.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2013 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

(ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.

(iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.

(iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.

(v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.

(vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

(i) The Power Bonds will be repaid at par on 1-04.2013

(ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

(i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.

(ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

(i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2013.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2013.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2013 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2013.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2013 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

(ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.

(iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.

(iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.

(v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.

(vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10.2013.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2013.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2013.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2013 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2014.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2014 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

(i) The value of each bond shall be Rs. 1000.

(ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

(i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04-2014.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs) Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2014.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2014.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2014 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2014.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2014 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

(ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.

(iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.

(iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.

(v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.

(vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

(i) The Power Bonds will be repaid at par on 1-10.2014.

(ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

(i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.

(ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

(i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2014.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2014.

Sir,

In terms of Government of Himachal Pradesh, Finance Department. Notification No. Fin-2-C(12)8/2003.dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs._____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2014 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account_____maintained with _____(Name of the Branch), _____(Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2015.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2015 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification")

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2015.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2015.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2015.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2015 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (October) 2015.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (October) 2015 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-10.2015.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there

under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, October, 2015.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|--|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (October) 2015.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, October, 2015 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp

**GOVERNMENT OF HIMACHAL PRADESH
FINANCE DEPARTMENT**

NOTIFICATION

Shimla-2, the 18th August, 2003

Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, (April) 2016.

Notification No.Fin-2-C(12)8/2003 Government of Himachal Pradesh (hereinafter referred to as "Government") hereby notifies issue of 8.5% per cent Government of Himachal Pradesh Special Bonds (April) 2016 (hereinafter referred to as "Power Bonds") subject to terms and conditions spelt out in this notification (called the "Power Bonds Notification").

2. Terms and conditions applicable to Power Bonds

The general terms and conditions applicable to Power Bonds will be as under:

2.1 Eligibility for Investment

The companies as referred to in the Annex I hereto shall only be eligible for initial subscription to the Power Bonds and their subscription to the Power Bonds shall be limited to the extent of the amount, as shown against their respective names in the said Annex I.

2.2 Price

- (i) The value of each bond shall be Rs. 1000.
- (ii) The Power Bonds shall be issued on application, at par, for the amounts as per the application made by the eligible companies.

2.3 Procedure for Application.

The Power Bonds shall be issued on application as per proforma in Annex II, from the eligible companies.

2.4 Form of Security

The Power Bonds will be issued in demat form only by credit to Constituents' Subsidiary General Ledger (CSGL) account and once released for trade in the market, only by credit to the Subsidiary General Ledger(SGL)/CSGL Account, as the case may be, maintained with Public Debt Office, Reserve Bank of India, Mumbai.

2.5 Commencement of Tenure and Payment of Interest

- (i) The tenure of Power Bonds will commence from 1.10.2001.

- (ii) The Power Bonds shall carry a nominal tax-free interest at the rate of 8.5 per cent per annum on the outstanding balances.
- (iii) Simple interest at the rate mentioned in clause (ii) for the period from 01.10.2001 to 31.03.2003 shall be payable within a maximum period of 12 (twelve) months from the date of this notification.
- (iv) Interest for the period from 01.04.2003 shall be payable once every six months i.e. on 1st October and 1st April of every year till the redemption of the Power Bonds.
- (v) Interest on the Power Bonds will be paid at Public Debt Office, Reserve Bank of India, Mumbai.
- (vi) Interest will be paid after rounding off the amount to the nearest whole rupee. For this purpose, amount of interest less than fifty paise will be ignored and fifty paise or more will be rounded off to the next rupee.

2.6 Repayment of Power Bonds

The Power Bonds will be repaid at Public Debt Office, Reserve Bank of India, Mumbai in the following manner:

- (i) The Power Bonds will be repaid at par on 1-04.2016.
- (ii) Call Option: The Government may, at any point of time on or after 5 years of issue of the Power Bonds repay the outstanding Power Bonds, fully or partially, on the dates mentioned in clause (iv) of paragraph 2.5, after giving a written notice of two months to all the investors.

2.7 Cancellation of Power Bonds

- (i) After the settlement of the disputes, if any, in respect of the amount originally due from the Government to the original subscribers, or otherwise, if it is found that Power Bonds of more value than the amount so due from the Government to the original subscribers, have been issued to the original subscribers, Government may at any time before the transfer of Power Bonds by the original subscribers to any person, cancel with effect from 1.10.2001, such excess Power Bonds in consultation with Reserve Bank of India.
- (ii) On the cancellation of the Power Bonds under clause (i), the original subscribers shall pay to Government, an amount of interest calculated at the rate of 12% per annum on the face value of the cancelled bonds.

2.8 Transferability of Power Bonds

- (i) The Power Bonds may be renewed, sub-divided, consolidated and transferred in accordance with the provisions of the Public Debt Act, 1944 (or any other Act

repealing the Public Debt Act, 1944), the Public Debt Rules, 1946 framed there under (or any other Rules repealing the Public Debt Rules, 1946) and the terms of this Notification and any further notification which may be issued by the Government from time to time in this behalf. However the original subscribers to the Power Bonds can transfer the Bonds subject only to specific prior approval of Reserve Bank of India regarding the specific Bonds and amounts thereof that can be so transferred.

- (ii) Transfer of the Power Bonds to/by Foreign Institutional Investors (FIIs), will be subject to SEBI (FIIs') Regulations and those to/by Non-Resident Indians (NRIs) and Overseas Corporate Bodies pre- dominantly owned by NRIs, will be subject to guidelines issued under Foreign Exchange Management Act, 1999.

2.9 Laws applicable in regard to the Power Bonds

- (i) The rights of all persons subscribing to or holding the Power Bonds shall be determined with all such questions as are dealt with by the Public Debt Act, 1944 (or any other Act repealing the Public Debt Act, 1944) and the public Debt Rules, 1946 (or any other Rules repealing the Public Debt Rules, 1946) read with the terms of this Notification and such other notification as may be issued from time to time or by the terms of Press Release/s as may be issued in future by Reserve Bank of India, in consultation with Government in this regard.
- (ii) The provisions of the Tax Laws for the time being enforce in India will be applicable for the purposes of assessing and determining the liability of the investor or holder of the Power Bonds. However, in terms of Government of India's Notification No. 158/2003/F.No. 200/10/2003-ITA. I, dated 27th June, 2003, the interest on Power Bonds is exempt from Income Tax.
- (iii) Any dispute in relation to the Power Bonds shall be decided by the Courts in India.

3 Special Conditions

- (i) The servicing of the bonds will not be undertaken during the period of stoppage of payments on behalf of the State Government as per the Overdraft Regulation Scheme.
- (ii) The Bonds can be sold in the market by the original subscribers only with specific prior approval of the Reserve Bank of India on each occasion, to the extent agreed upon. Provided howsoever that the Reserve Bank of India shall not grant such approval before the settlement of disputes, if any, in respect of the amount due from the Government to the original subscribers and reconciliation thereof. These bonds will be treated by Reserve Bank of India as SLR securities when acquired by banks/institutions in the secondary market.

- (iii) No other person including any bank, company, corporation or any other body, except the Companies as referred in the Annex-I, shall be eligible for initial subscriptions to the Power Bonds.

By order of the Governor of
Himachal Pradesh

Sd/-
Principal Secretary Finance
Government of Himachal Pradesh

ANNEX I

(To Notification of issue of 8.5% per cent Tax- free Government of Himachal Pradesh Special Bonds).

List of eligible companies and allocation of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds, April, 2016.

| S.N. | Name of the Company | Admitted Outstanding (In Rs. crore) |
|------|---------------------|-------------------------------------|
| 1. | NTPC | 1.6694 |
| 2. | NHPC | 0.8934 |
| 3. | PGCIL | 0.1415 |
| 4. | NPCIL | 0.8081 |
| | TOTAL: | 3.5124 |

ANNEX II

(To Notification of issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds)

Place:

Date:

The Regional Director
Public Debt Office,
Reserve Bank of India,
Mumbai.

Subject: Issue of 8.5% per cent Tax-free Government of Himachal Pradesh Special Bonds (April) 2016.

Sir,

In terms of Government of Himachal Pradesh, Finance Department, Notification No. Fin-2-C(12)8/2003, dated 18-08-2003 we are eligible to subscribe to the captioned Bonds for an aggregate amount of Rs. _____.

We accept the terms and conditions governing the Power Companies Government of Himachal Pradesh Special Bonds, April, 2016 and request you to issue the Bonds in demat form by credit to our Constituents' Subsidiary General Ledger (CSGL) Account _____ maintained with _____ (Name of the Branch), _____ (Name of the Bank).

Yours faithfully,

Signature:

Name:

Designation:

Office seal /Stamp